

Message Text

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ACTION TRSE-00

INFO OCT-01 EA-07 ISO-00 AID-05 CIAE-00 COME-00 EB-08
FRB-03 INR-07 NSAE-00 USIA-06 XMB-02 OPIC-03 SP-02
LAB-04 SIL-01 OMB-01 NSC-05 SS-15 STR-04 CEA-01 L-03
H-01 PA-01 PRS-01 NEA-10 IO-13 /104 W
-----280924 070318 /22
P 280837Z FEB 77
FM AMEMBASSY MANILA
TO SECSTATE WASHDC PRIORITY 6491

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USADB

FOR NAC AGENCIES

PASS TREASURY FOR ZINMAN/MUNK

E.O. 11652: ADS, DECLAS 5/28/77
TAGS: EAID, EFIN
SUBJECT: PROPOSED ADB TWO-YEAR BONDS OF 1977

REF: MANILA 2149

1. ON APRIL 1 1975, ADB ISSUED TWO-YEAR OBLIGATIONS IN
PRINCIPAL AMOUNT OF US\$70,000,000. THESE 1975 BONDS WILL
MATURE ON 1 APRIL 1977. BANK NOW PROPOSES TO OFFER TWO-YEAR
OBLIGATIONS TO REPLACE 1975 BONDS. ACCORDING TO MANAGEMENT,
SUCH OFFERING WILL HAVE SEVERAL ADVANTAGES: (A) IN PAST,
TWO-YEAR OBLIGATIONS HAVE BEEN ISSUED AT RELATIVELY LOW
COST TO BANK BECAUSE COMMISSION AND OTHER SIMILAR CHARGES
ARE ELIMINATED; (B) BECAUSE MOST SUBSCRIBERS HAVE BEEN
WILLING TO ROLL OVER OR EVEN INCREASE THEIR HOLDINGS,
THESE TWO-YEAR BONDS EFFECTIVELY BECOME LONGER-TERM
BORROWING AT LOWER INTEREST RATES GENERALLY ASSOCIATED
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WITH SHORT-TERM DEBT; AND (C) DEVELOPING MEMBER COUNTRIES
OF BANK ARE ABLE TO PARTICIPATE IN BANK FINANCING THROUGH
PURCHASE OF THESE BONDS.

2. PROPOSED OBLIGATIONS WILL MATURE ON 1 APRIL 1979
AND WILL BE OFFERED IN PRINCIPAL AMOUNT NOT TO EXCEED
\$70,000,000. OBLIGATIONS, TO BE KNOWN AS QUOTE ADB

TWO-YEAR BONDS OF 1977, '
733 1 APRIL 1979 UNQUOTE, WILL
BE OFFERED AT PAR. ALL MEMBER COUNTRIES OF BANK, EXCEPT
CANADA AND UNITED STATES, WILL BE INVITED TO SUBSCRIBE
TO PROPOSED OFFERING. PRESIDENT WILL INFORM BOARD OF
PROPOSED RATE OF INTEREST AT OR PRIOR TO MEETING OF
BOARD OF DIRECTORS HELD TO CONSIDER PROPOSAL. PROPOSED
OFFERING WILL BE FIRST BORROWING OF BANK IN 1977.

3. IN REFTEL, APPROVAL OF U.S. GOVERNMENT TO PROPOSED
OFFERING WAS REQUESTED PRIOR TO BOARD CONSIDER-
ATION SCHEDULED FOR MARCH 10. PLEASE ADVISE ASAP.

4. ADB DOC. R14-77 ON ABOVE SUBJECT WAS POUCHED
FEBRUARY 28.
SULLIVAN

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BONDS (SECURITIES)
Control Number: n/a
Copy: SINGLE
Sent Date: 28-Feb-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MANILA02939
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770068-0397
Format: TEL
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t1977023/aaaaacpr.tel
Line Count: 78
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: f48517c5-c288-dd11-92da-001cc4696bcc
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 MANILA 2149
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 23-Feb-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3289677
Secure: OPEN
Status: NATIVE
Subject: PROPOSED ADB TWO-YEAR BONDS OF 1977
TAGS: EAID, EFIN, RP, ADB
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Type: TE
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Review Markings:
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